UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency Washington, DC 20250 **Notice LP-1669**

For: State and County Offices

Clarifying LDP Procedures

Approved by: Deputy Administrator, Farm Programs

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1 Overview

A

Background

Notice LP-1647, subparagraph 2 C, indicated that a producer could receive an additional LDP for grain measured during a spot-check based on the rate of the initial LDP or request a new LDP based on the rate in effect on the date of request.

OIG has recommended clarification of this policy.

Inquiries have also been received about the following issues:

- using average moisture percentages shown on evidence for CCC-666 LDP requests
- deferring LDP payments.

В

Purpose

This notice provides clarification for:

- excess LDP quantities measured at time of spot-check
- recording moisture percent
- LDP deferred payment.

Disposal Date	Distribution
October 1, 1999	State Offices; State Offices relay to County Offices

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2 Clarification

A Excess Quantity Determined by LDP Spot-check

Additional LDP's are available if a spot-check on that LDP reveals that additional quantity exists and the producer:

- pays the measurement service fee
- requests to use the measured quantity for final production evidence.

Note: The LDP rate is the same rate as the initial LDP.

Any amount that exceeds the 110 percent is eligible for a new LDP request using the LDP rate in effect on the date of request, if:

- the producer still has beneficial interest
- the request is made within the loan availability period.

B Using Average Moisture Percent

Adjust quantity using a simple average moisture percentage on CCC-666 LDP's if the quantity on a load summary sheet has not been adjusted and an average moisture percentage is shown on the production evidence.

Do not adjust quantity using a simple average moisture percentage if the quantity on a load summary sheet has not been adjusted and there is no average moisture percentage shown on the production evidence. In this case, moisture must be adjusted for each load, as applicable.

C Deferred LDP Payment

LDP payments cannot be deferred for any reason. Issue LDP payment as soon as possible after CCC-666 LDP is approved or the production evidence is submitted for payment under the CCC-709 provision.

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